

**ND ASSOCIATION OF COUNTIES
PROGRAM SAVINGS FUND
State Investment Board
Balance Sheet
As of 6/30/2007**

	As of <u>6-30-07</u>	As of <u>6-30-06</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 302,728	\$ 183,495
INTERNATIONAL EQUITIES	86,932	50,344
DOMESTIC FIXED INCOME	419,158	267,521
INVESTED CASH (NOTE 1)	<u>43,033</u>	<u>24,832</u>
 TOTAL INVESTMENTS	 851,851	 526,192
 RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	598	898
MISCELLANEOUS RECEIVABLE	<u>0</u>	<u>0</u>
 TOTAL RECEIVABLES	 598	 898
 OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	107,468	101,994
OPERATING CASH	<u>0</u>	<u>0</u>
 TOTAL ASSETS	 <u>\$ 959,917</u>	 <u>\$ 629,084</u>
 LIABILITIES:		
SECURITIES LENDING COLLATERAL (NOTE 2)	107,468	101,994
ACCOUNTS PAYABLE	0	0
ACCRUED EXPENSES	0	0
INVESTMENT EXPENSE PAYABLE	<u>923</u>	<u>530</u>
 TOTAL LIABILITIES	 108,391	 102,524
 NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	526,560	403,009
CASH IN DURING YEAR (NOTE 3)	250,000	100,000
CASH OUT DURING YEAR (NOTE 4)	0	0
NET INCREASE (DECREASE)	<u>74,966</u>	<u>23,551</u>
 NET ASSETS AVAILABLE END OF PERIOD	 <u>851,526</u>	 <u>526,560</u>
 TOTAL LIABILITIES & NET ASSETS AVAILABLE	 <u>\$ 959,917</u>	 <u>\$ 629,084</u>

**ND ASSOCIATION OF COUNTIES
PROGRAM SAVINGS FUND
State Investment Board
Profit and Loss Statement
For the Month Ended 6/30/2007**

	Month Ended <u>6-30-07</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 2,313	\$ 21,727
SECURITIES LENDING INCOME	552	4,935
	<u>2,865</u>	<u>26,662</u>
 GAIN ON SALE OF INVESTMENTS	 18,476	 85,309
LOSS ON SALE OF INVESTMENTS	<u>10,326</u>	<u>48,107</u>
 NET GAINS (LOSSES) INVESTMENTS	 8,150	 37,202
 INVESTMENT EXPENSES	 671	 2,710
SECURITIES LENDING EXPENSES	518	4,761
 NET INVESTMENT INCOME	 9,826	 56,393
 NET APPREC (DEPREC) MARKET VALUE	 (17,682)	 18,555
MISCELLANEOUS INCOME/(EXPENSE)	<u>(3)</u>	<u>18</u>
 TOTAL INVESTMENT INCOME	 <u>(7,859)</u>	 <u>74,966</u>
 DEDUCTIONS:		
ADMINISTRATIVE EXPENSES	0	0
 NET INCREASE (DECREASE)	 <u><u>\$ (7,859)</u></u>	 <u><u>\$ 74,966</u></u>

ND ASSOCIATION OF COUNTIES
Notes To Financial Statements
June 30, 2007

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

NOTE 2 **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

NOTE 3 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 4 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.